

NORTH CAROLINA ALCOHOLIC BEVERAGE CONTROL COMMISSION

SPECIAL PURCHASE ALLOWANCE (SPA)

30 – DAY PROGRAM

Minimum Amounts:

<u>Eligible Size</u>	<u>Delivered Price To NC Warehouse</u>	<u>Minimum Discount at RETAIL</u>	
		<u>Jan – Oct</u>	<u>Nov - Dec</u>
1.75L	\$ 0 - UP	\$2.00	\$4.00
.75L	\$ 61 - 110.99	\$1.50	\$2.50
.75L	\$111 - UP	\$2.50	\$3.00

The State ABC Commission is to be notified ninety (90) days prior to the months in which the SPA item will be offered. The Commission will notify the local ABC boards a minimum of sixty (60) days prior to the month the item is reduced.

The price of each product is determined as follows:

Current F.O.B. on file plus Freight	\$ _____
Less SPA in the amount of	\$ _____
Net F.O.B., Freight and Bailment	\$ _____
Multiply by Markup (1.775870)	\$ _____
Add Bailment Surcharge	\$ _____
Divide by number of bottles	\$ _____
Local Bottle and Rehabilitation Charges (0.10)	\$ _____
Regular Bottle Price	\$ _____
Reduced Bottle Price	\$ _____

The SPA item listed must be available for purchase by local ABC boards at the reduced price the month prior to and the month in which the retail price is reduced. In the event outages occur and a local board is unable to obtain an allotted order, the supplier shall issue proper credits to the local board in the following month or month when available, if ordered by the local board, equal to the amount of shortage.

New items may be submitted for SPA after being listed for three (3) months.

If an item submitted for SPA is available in glass, plastic, co-pack, Christmas co-pack, or similar combinations, all items must be offered for approval as an SPA.

The same code will be approved by the Commission only **four** times in a 12-month period, and a **minimum of two months** must elapse between the listing of an SPA item and the next listing of the same code.

EXAMPLE: January: lockout, February: buy in, March: discount, April: lockout, May: buy in

Quarterly prices on file must remain in effect for the next quarter, except when the price is increasing. **In addition, an item cannot be submitted for SPA for the months directly before and after a quarterly price change (Ex. Jan/Feb) if the case cost is changing.**

Items submitted for SPA shall not be reduced below the minimum required federal tax payment on the case.

EXAMPLE: The Federal Excise Tax on an 80 proof case of the 1.75 size equals \$29.97.

This policy is subject to change without notice. The Commission reserves the right to alter this policy when it is deemed to be in the best interest of the State of North Carolina.

Monthly SPA Submittal Schedule – 90-Day Notification to the ABC Commission

Month of Pass-Through	Submittal Deadline
January	September 30
February	October 31
March	November 30
April	December 31
May	January 31
June	February 28
July	March 31
August	April 30
September	May 31
October	June 30
November	July 31
December	August 31